

Nicholas Farris

Criminal Arrest

DATE: December 7, 2001

DEFENDANT: Nicholas Farris of Indianapolis, Indiana

CHARGES: Farris was arrested in Indiana on one count of theft by deception. Farris is accused of defrauding a Kansas resident of \$25,000 that was promised to be used as an investment through Farris and Associates, a company located in Indianapolis, Indiana.

COURT: Rooks County, Kansas

Disposition of Criminal Case

DATE: July 10, 2002

DEFENDANT: Nicholas Farris of Indianapolis, Indiana

COURT: Rooks County, Kansas

JUDGE: Honorable Tom Toepfer

DISPOSITION: Nicholas G. Farris pleaded guilty to a felony count of theft by deception in connection with an investment by a resident of Plainville, Kansas. The defendant obtained \$25,000 from the investor for the specific purpose of paying earnest money for acquisition costs for a shell corporation that the defendant advised he was negotiating with the seller. Instead, the defendant converted the monies for his own personal use, including the purchase of Indianapolis Colts football season tickets. The remaining proceeds were placed in the defendant's personal checking account. Farris entered the plea, was convicted and sentenced on July 10, 2002, in Rooks County District Court. The court ordered the defendant to serve 16 months in prison but suspended it upon completion of 24 months of supervised probation. The defendant was also ordered to pay restitution in the amount of \$25,000 and court costs.

Notice to Investors: If you are not a resident of Kansas and have been affected by actions that are similar to those described in this synopsis, you should consider contacting your state securities regulator for assistance. To locate your securities regulator, go to the [North American Securities Administrators Association](#) website. If you choose to contact your state securities regulator, please inform him or her of the action taken by the State of Kansas.